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FISCAL IMPACT STATEMENT

LS 6519

BILL NUMBER: HB 1161

NOTE PREPARED: Jan 5, 2014

BILL AMENDED:

SUBJECT: Local Government Investment Pool.

FIRST AUTHOR: Rep. Price

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State & Local

Summary of Legislation: The bill provides that a body corporate and politic established as an instrumentality of: (1) the state; or (2) a unit of local government; may pay funds into the local government investment pool for investment by the Treasurer of State. It makes conforming amendments.

Effective Date: July 1, 2014.

Explanation of State Expenditures:

Explanation of State Revenues: See *Explanation of Local Revenues*.

Explanation of Local Expenditures:

Explanation of Local Revenues: The local government investment pool was established by P.L. 117-2007 to enable the deposit, investment, and reinvestment of the funds by the Treasurer of State on behalf of the unit of government paying the funds into the investment pool. The Treasurer of State manages an investment portfolio of over \$7.0 B. The investment pool is named TrustIndiana and had \$573 million in assets at the end of FY 2013.

This bill will allow a body corporate and politic established as an instrumentality of the state or a local unit to participate in the local government investment pool. Participating in the investment pool would provide the participating entity an additional investment option for its funds. This could impact the rate of return the participating entity could obtain on its investments.

State Agencies Affected: Treasurer of State.

Local Agencies Affected:

Information Sources: *Annual Report Fiscal Year 2013*, Treasurer of State,
http://www.in.gov/tos/files/TOS_Annual_Report_FY2013.pdf

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